

CORPORATE SERVICES BUSINESS UNIT

EXTRACT FROM THE UNCONFIRMED MINUTES OF THE FULL COUNCIL MEETING HELD VIA MICROSOFT TEAMS ON MONDAY, 31 MAY 2021.

ORIGINAL DRAFT 2021/22 BUDGET AND MEDIUM-TERM REVENUE AND EXPENDITURE FRAMEWORK (MTREF)

Report dated 25 May 2021 incorporating the recommendations of the Executive Committee.

(Page 1 of the agenda)

It was

RESOLVED

- (a) That the Annual Budget of the Municipality for the financial year 2021/22, multi-year and single-year capital appropriations as set out in Tables A2 – A5 of the budget report be APPROVED, as follows:
 - (i) Budgeted Financial Performance (Revenue and Expenditure by Standard Classification) as contained in Table A2.
 - (ii) Budgeted Financial Performance (Revenue and Expenditure by Municipal Vote) as contained in Table A3.
 - (iii) Budgeted Financial Performance (Revenue by Source and Expenditure by Type) as contained in Table A4; and
 - (iv) Multi-year and single-year capital appropriations by municipal vote and standard classification and associated funding by source as contained in Table A5.
- (b) That the financial position, cash flow budget, cash-backed reserve/accumulated surplus, asset management and basic service delivery targets as set out in Tables A6 – A10 of the budget report be APPROVED, as follows:
 - (i) Budgeted Financial Position as contained in Table A6.
 - (ii) Budgeted Cash Flows as contained in Table A7.
 - (iii) Cash Backed Reserves and Accumulated Surplus Reconciliation as contained in Table A8.
 - (iv) Asset Management as contained in Table A9; and
 - (v) Basic Service Delivery Measurement as contained in Table A10

(vi) Basic Service Delivery Measurement as contained in Table A10.

(c) That the proposed property rates and taxes imposed for the budget year 2021/22 be approved as follows:

| ITEM | 2020/21 | 2021/22 | % Increase |
|--|----------------|----------------|-------------------|
| | Cents in the R | Cents in the R | |
| Vacant Land - No rebate granted | 0.0239 | 0.0252 | 5,35% |
| Unauthorised Use (inclusive of surcharges) | 0.0411 | 0.0433 | 5,35% |
| Residential Property | 0.0132 | 0.0139 | 5,35% |
| Commercial Property(Previous Category: Other Property) | 0.0232 | 0.0244 | 5,35% |
| Industrial Property (Previous Category: Other Property) | 0.0232 | 0.0244 | 5,35% |
| Specialised Property (Previous Category: Other Property) | 0.0232 | 0.0244 | 5,35% |
| Agricultural Property | 0.0032 | 0.0034 | 5,35% |
| Public Service Infrastructure | 0.0032 | 0.0034 | 5,35% |
| Rural Communal Property | 0.0179 | 0.0189 | 5,35% |
| Sectional Title Garages – Separately Registered | 0.0132 | 0.0139 | 5,35% |
| Mining | 0.0232 | 0.0244 | 5,35% |
| Public Benefit Organisations | 0.0032 | 0.0034 | 5,35% |
| Additional Rebate | 100% | 100% | |
| Public Service Property | 0.0232 | 0.0244 | 5,35% |
| Multipurpose Property Applicable tariff will be charged in respect of the combination of categories above. In terms of Section 26 and 27 of the Local Government: Municipal Property | | | |

Rates Act 6 of 2004, the final date by which each monthly instalment is payable, has been fixed as follows:

| Instalment | Final Date |
|-------------------|-------------------|
| July 2021 | 31 August 2021 |
| August 2021 | 30 September 2021 |
| September 2021 | 31 October 2021 |
| October 2021 | 30 November 2021 |
| November 2021 | 31 December 2021 |
| December 2021 | 31 January 2021 |
| January 2022 | 28 February 2022 |
| February 2022 | 31 March 2022 |
| March 2022 | 31 April 2022 |
| April 2022 | 30 May 2022 |
| May 2022 | 30 June 2022 |
| 30 June 2022 | 31 July 2022 |

- (d) That with effect from 1 July 2021, the proposed tariffs of charges as contained in the tariffs of charges be approved as follows:
- (i) The tariffs for electricity
 - (ii) The tariffs for the supply of water
 - (iii) The tariffs for sanitation services
 - (iv) The tariffs for solid waste services
 - (v) The tariffs for property rates
 - (vi) The tariffs for other revenue
- (e) That all the following related policies as per Annexure (Annual Budget and medium term revenue and expenditure framework 2021/22 – 2023/24) submitted in terms of Section 7 of the Municipal Budget and Reporting Regulations be APPROVED:
- (i) Budget policy
 - (ii) Virement policy
 - (iii) Cash Management and Investment policy

- (iv) Funding and Reserves policy
 - (v) Credit Control and Debt Collection policy
 - (vi) Tariff policy
 - (vii) Indigent policy
 - (viii) Supply Chain Management policy (Incorporating Preferential Procurement)
 - (ix) Assets Management policy
 - (x) Grants policy
 - (xi) Insurance policy
 - (xii) Borrowing policy
 - (xiii) Rates policy
 - (xiv) Unauthorised, irregular or fruitless and wasteful expenditure policy
 - (xv) Infrastructure Procurement and delivery management procedure manual
 - (xvi) Contract management policy
 - (xvii) Petty Cash policy
 - (xviii) Inventory Management policy
 - (xix) Cost Containment Policy
 - (xx) Asset management guideline
 - (xxi) Debt write-off policy
 - (xxii) Impairment policy
 - (xxiii) Lease policy
- (f) That with effect from 1 July 2021 the proposed tariffs for other sundry services as contained in the tariffs of charges be APPROVED.
- (g) That authority be granted to the Municipal Manager to submit the tabled Annual Budget and Medium-Term Revenue and Expenditure Framework 2021/22 to 2023/24 to National and Provincial Treasuries and all other relevant stakeholders.
- (h) That authority be granted to the Municipal Manager to publish the approved annual Budget and Medium-Term Revenue and Expenditure Framework 2021/22 to 2023/24 in terms of Chapter 4 of the Municipal Systems Act of 2000 (as amended).
- (i) That authority be granted to the Municipal Manager to publish the budget-related policies on the internet and in all municipal buildings.
- (j) That the draft Service Delivery and Budget Implementation Plan (SDBIP) be noted subject approval by Mayor before the end of June 2021 upon finalization of performance agreements for Section 56 staff.

- (k) That the budget allocation of R5 million for Youth Development Programs in the 2021/2022 financial year be approved.
- (l) That the budget allocation of R3 million for business incentives in the 2021/2022 financial year be approved.

CERTIFIED A TRUE COPY

Bongiwe Duze

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For GENERAL MANAGER: CORPORATE SERVICES

02 June 2021

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